LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Conservation Auditorium, 1st Floor, State Land & Natural Resources Building, 625 North 4th Street, Baton Rouge, Louisiana, at 9:00 a.m., on **TUESDAY, OCTOBER 23, 2001**, upon the application of **PINNACLE OPERATING COMPANY, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the **James Lime Formation**, **Reservoir A and James Formation**, **Reservoir C**, in the Benson Field, DeSoto Parish, Louisiana.

- To dissolve the drilling and production units designated as JL RA SUG, JL RA SUGG and JL RA SUL, which were created by the Office of Conservation 496-D Series of Orders for the James Lime Formation, Reservoir A.
- 2. Simultaneously with the dissolution of the abovesaid units, to create four (4) additional drilling and production units to be designated as JAMES RC SUH through JAMES RC SUK for the exploration for and production of gas and condensate from horizontal wells drilled to the James Formation, Reservoir C as shown on the plat submitted with the application.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units, with each tract sharing in unit production on a surface acreage basis of participation.
- 4. To designate an operator and a unit well for certain units to be created hereby.
- 5. Except to the extent inconsistent herewith, to provide that the provisions of Office of Conservation Order No. 496-D-7, effective August 8, 2000, shall apply to the units created herein.
- 6. To provide that the existing units for the James Lime Formation, Reservoir A which are designated as JL RA SUE, JL RA SUF, JL RA SUH, JL RA SUHH and JL RA SUK, shall remain in force and effect with respect only to exploration and production from vertically drilled wells within said units and such units shall not apply to any future horizontal wells drilled to the James Formation, Reservoir C, within the units to be hereby created.
- 7. To consider such other matters as may be pertinent.

The James Lime Formation, Reservoir A and the James Formation, Reservoir C, in the Benson Field, DeSoto Parish, Louisiana, were fully defined in Office of Conservation Order No. 496-D, effective April 1, 1980.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

BENSON FIELD 01-818

All parties having interest therein shall take notice thereof.

BY ORDER OF:

PHILIP N. ASPRODITES COMMISSIONER OF CONSERVATION

Baton Rouge, La 9/7/01;9/12/01 S dpe

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE CONTACT <u>DEPARTMENT OF NATURAL RESOURCES</u>, <u>PERSONNEL SECTION</u> AT P.O. BOX 94396, BATON ROUGE, LA 70804-9396 IN WRITING OR BY TELEPHONE (225) 342-2134 BETWEEN THE HOURS OF 8:00 A.M. AND 4:30 P.M., MONDAY THRU FRIDAY WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.